

BLUEGRASS GAS SALES

December 26, 2007

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PUBLIC SERVICE
COMMISSION

Ms. Beth O'Donnell
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P. O. Box 615
Frankfort, Kentucky 40602-0615

Dear Ms. O'Donnell:

Enclosed is a revised tariff sheet for Bluegrass Gas Sales, Inc. (Case # 2007-00489). This is being filed pursuant to rate changes as authorized by the Commission as a result of the filing of the Quarterly Report of Gas Cost for Bluegrass Gas Sales.

If you have any questions, please contact me.

Sincerely,



Mark H. O'Brien
President

/dmb
Enclosure

cc: Jack Hughes

P. O. Box 23539
Anchorage, Kentucky 40223

Phone: 502-228-9698
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BLUEGRASS GAS SALES, INC.

FOR Entire Service Area

P.S.C. KY. NO. 1

ORIGINAL SHEET NO. 2

CANCELING P.S.C. KY. NO.

REVISED SHEET NO. 45

RULES AND REGULATIONS

2) RATES:

The following rates are applicable for service rendered on a monthly basis:

Minimum bill: \$13.14 covers 0-1 MCF

Cost per MCF: \$13.14

A copy of the Company's billing format is attached on Sheet 19.

- 2)(A) Any customer complaining to the Company about a bill or service shall be notified of his right to file a complaint with the PSC and with all other information required by 807 KAR 5:006(9).

CUSTOMER CLASSIFICATIONS:

Residential: Service to customers which consists of direct natural gas usage in a residential dwelling for space heating, air conditioning, cooking, water heating and other residential uses.

Commercial: Service to customers engaged primarily in the sale of goods or service including institutions and local and federal government agencies for uses other than those involving manufacturing or electric power generation.

- 1) Small Commercial: up to 50MCF/day
- b) Large Commercial: more than 50MCF/day

DATE OF ISSUE 1/01/08

DATE EFFECTIVE 1/01/08

ISSUED BY Mark H. O'Brien President
Name of Officer Title

P.O. Box 23539, Anchorage, KY 40223
Address